RESOLUTION NO. 98-14

A RESOLUTION OF THE LODI CITY COUNCIL AUTHORIZING THE CITY MANAGER TO PROVIDE A PUBLIC BENEFITS CHARGE (PBC) GRANT TO PACIFIC COAST PRODUCERS, INC. (PCP)

WHEREAS, the State has mandated that beginning January 1, 1998, the City of Lodi is obligated to fund various programs through a Public Benefits Charge (PBC) based on a historical electric revenue requirement; and

WHEREAS, the requirement amount to approximately \$1M per year that must be dedicated to qualifying programs such as energy efficiency. A further stipulation is that these efforts must be done on the customer's side of the meter in order to qualify.

WHEREAS, following the Electric Utility Department's review of Pacific Coast Producers' extensive facility upgrade, the following candidates emerged:

- 1. Plant lighting upgrade (\$65,000). PCP proposes to install new energy efficient lighting in the portion of its Tokay Street facility; and
- Plant boiler generator back-up (\$80,000). This is more commonly referred to as an uninterruptible power supply (UPS). Due to the critical nature of the boiler controls during the canning season, PCP is installing a back-up generator. To further protect the boiler control system during the interval when power has been interrupted and the back-up generator has not yet reached full output, PCP needs to install a UPS. This item affects reliability, energy usage and efficiency since PCP must discard product and use additional quantities of electric energy to recover lost product output.

WHEREAS, the Electric Utility Department recommends that the City provide a PBC grant of \$125,000 toward the above upgrades and include the cost of the grant as part of the City's required PBC outlay.

BE IT RESOLVED, that the Lodi City Council hereby authorizes the City Manager to provide a Public Benefits Charge (PBC) Grant in the amount of \$125,000 to Pacific Coast Producers, Inc.

I hereby certify that Resolution No. 98-14 was passed and adopted by the Lodi City Council in a regular meeting held January 21, 1998 by the following vote:

AYES: Council Members - Land, Mann, Pennino, Warner and Sieglock

(Mayor)

NOES: Council Members - None

ABSENT: Council Members - None

ABSTAIN: Council Members - None

Ulice In Beinich ALICE M. REIMCHE

City Clerk